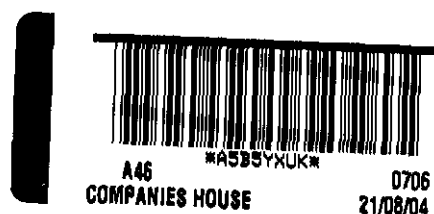


MELMALT LIMITED
REGISTERED NUMBER: 2355197

ABBREVIATED FINANCIAL STATEMENTS

31 DECEMBER 2003



**AUDITORS' REPORT TO THE DIRECTORS OF MELMALT LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages 2 to 4 together with the financial statements of the company for the year ended 31 December 2003 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies, and whether the accounts to be delivered are properly prepared in accordance with those provisions, and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts, and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

Mazars

MAZARS
CHARTERED ACCOUNTANTS
and Registered Auditors
The Broadway
Dudley
West Midlands
DY1 4PY

20 August 2004

MELMALT LIMITED

ABBREVIATED BALANCE SHEET AT 31 DECEMBER 2003

	Notes	2003 £	2002 £
FIXED ASSETS			
Tangible assets	2	296,319	336,300
Investments	3	1,000	1,000
		<u>297,319</u>	<u>337,300</u>
CURRENT ASSETS			
Debtors	4	845	101,589
Cash at bank and in hand		186,975	181,171
		<u>187,820</u>	<u>282,760</u>
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		(161,841)	(64,773)
NET CURRENT ASSETS		<u>25,979</u>	<u>217,987</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		323,298	555,287
PROVISION FOR LIABILITIES AND CHARGES		(24,000)	(24,000)
ACCRUALS AND DEFERRED INCOME		<u>-</u>	<u>(1,414)</u>
NET ASSETS		<u>299,298</u>	<u>529,873</u>
CAPITAL AND RESERVES			
Called up share capital	5	16,700	16,700
Profit and loss account		282,598	513,173
		<u>299,298</u>	<u>529,873</u>

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the Board on 20 August 2004
and signed on its behalf

A W Lilly - Director



MELMALT LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2003

1 ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards.

Accounting convention

The financial statements are prepared under the historical cost convention.

Turnover

Turnover represents management and lease charges in respect of services provided to the subsidiary company, Century Heat Treatment & Plating Co. Limited.

Depreciation

Depreciation is calculated to write off the cost of fixed assets on a straight line basis over their estimated useful lives, at the rates shown in note 8.

Deferred taxation

Deferred tax is provided in respect of the tax effect of all timing differences on a full provision basis.

Operating leases

Rentals payable under operating leases are charged on a straight line basis over the term of the lease.

Government grants

Government grants received are treated as deferred credits and credited to the profit and loss account over the estimated useful life of the relevant fixed assets.

Pension costs

Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate.

Consolidated accounts

The directors have taken advantage of the provisions of section 248 of the Companies Act 1985, and have not prepared consolidated accounts.

MELMALT LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2003**

	Total £
2 TANGIBLE FIXED ASSETS	
COST	
At 1 January 2003	642,752
Additions	14,025
Disposals	(12,617)
	<u>644,160</u>
At 31 December 2003	<u>644,160</u>
ACCUMULATED DEPRECIATION	
At 1 January 2003	306,452
Charge for the year	47,951
Eliminated on disposal	(6,562)
	<u>347,841</u>
At 31 December 2003	<u>347,841</u>
NET BOOK VALUES	
At 31 December 2002	<u>336,300</u>
At 31 December 2003	<u>296,319</u>

	£
3 FIXED ASSET INVESTMENTS	

Investment in subsidiaries

At 1 January 2003 and 31 December 2003	<u>1,000</u>
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At 31 December 2003 the company owned 100% of the ordinary share capital of Century Heat Treatment and Plating Co Limited, a company registered in England. Century Heat Treatment and Plating Co Limited had a retained profit of £54,363 for the year ended 31 December 2003 and at that date had net assets of £181,430.

Group accounts have not been prepared as the company is entitled for the year ended 31 December 2003 to the exemption conferred by section 248 of Companies Act 1985 from the requirement to prepare such accounts.

MELMALT LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2003**

	2003 £	2002 £
4 DEBTORS		
The aggregate amount of debtors falling due after more than one year	<u>-</u>	<u>-</u>
 5 SHARE CAPITAL		
Authorised:		
Ordinary shares of £1 each	<u>16,700</u>	<u>16,700</u>
 Allotted, issued and fully paid:		
Ordinary shares of £1 each	<u>16,700</u>	<u>16,700</u>